IN THE UNITED STATES DISTRICT COURT

FOR THE EASTERN DISTRICT OF NORTH CAROLINA

SOUTHERN DIVISION

Selective Insurance Company,

Civil Action No. 7:12-CV-163-FL

Plaintiffs,

vs.

Order Staying Matter for 90 Days

Construction Systems, Inc., Town of Oak Island, LS3P Associates, LTD.,

Defendants.

This matter is before the Court upon consent of the parties jointly seeking an Order Staying the matter for ninety (90) days while the parties in the underlying action continue productive settlement discussions.

This matter is a declaratory judgment action filed by plaintiff seeking a ruling that it owes no duty of defense or indemnity for a claim involving construction deficiencies in a public project in the Town of Oak Island, North Carolina. The construction lawsuit is pending in state court in North Carolina. The parties to the underlying action have experienced productive settlement negotiations that could make this matter moot. The parties to this action have jointly moved for an Order Staying this matter while the productive settlement discussions continue.

I hereby Order that based upon good cause shown, this matter is hereby Stayed for a period of ninety (90) days to July 10, 2013 while productive settlement discussions in the

underlying action continue. The parties shall notify this Court of any significant developments and shall report back to this Court on July 10, 2013 of the status of the case.

It is So Ordered.

Honorabie Louise W. Flanagan Federal District Court Judge

Eastern District of North Carolina

New Bern, North Carolina April 12TH, 2013

We Consent:

NELSON MULLINS RILEY & SCARBOROUGH LLP

Robert C. Calamari

Federal Bar No. 5735

E-Mail: bob.calamari@nelsonmullins.com

3751 Robert M. Grissom Parkway / Suite 300

Post Office Box 3939 (29578-3939)

Myrtle Beach, SC 29577-3165

(843) 448-3500

Attorneys for Selective Insurance Company

Crossley, McIntosh, Collier Hanley & Edes

By: /s/ Brian Edes

Brian Edes 1430 Common Wealth, Suite 202 Wilmington, NC 28403 910-762-9711 910-256-0310 (fax) Briane@cmclawfirm.com

Attorneys for Town of Oak Island

Smith Parsons

By: /s/ Steven L. Smith

Steven L. Smith 6060 Piedmont Row Dr. South, Suite 150 Charlotte, NC 28287 704-557-9929 704-557-9932 (fax) ssmith@smithparsons.com

Attorneys for Construction Systems, Inc.

Cranfill Sumner & Hartzog, LLP

By: /s/ John Dearman Martin

John Dearman Martin 1209 Culbreth Dr., Suite 200 Wilmington, NC 28405 910-509-9778 910-509-9676 (fax) jmartin@cshlaw.com

Attorneys for LS3P Associates, LTD